SENATE BILL No. 515

DIGEST OF INTRODUCED BILL

Citations Affected: IC 32-7-5.

Synopsis: Residential tenants' security deposits. Provides that a landlord who fails to comply with statutes relating to the return of a security deposit is liable to the tenant for two times the amount of the security deposit. (Under current law, the tenant may recover the amount of the security deposit.) **Effective:** July 1, 1999.

Breaux

January 19, 1999, read first time and referred to Committee on Public Policy.





1999

First Regular Session 111th General Assembly (1999)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 1998 General Assembly.

SENATE BILL No. 515

A BILL FOR AN ACT to amend the Indiana Code concerning property.

Be it enacted by the General Assembly of the State of Indiana:

SECTION 1. IC 32-7-5-12 IS AMENDED TO READ A	2
FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 12. (a) Upo	or
termination of a rental agreement, all of the security deposit held by the	16
landlord shall be returned to the tenant, except for any amount applie	30
to:	

- (1) the payment of accrued rent;
- (2) the amount of damages that the landlord has or will reasonably suffer by reason of the tenant's noncompliance with law or the rental agreement; and
- (3) unpaid utility or sewer charges that the tenant is obligated to pay under the rental agreement;

all as itemized by the landlord in a written notice delivered to the tenant together with the amount due within forty-five (45) days after termination of the rental agreement and delivery of possession. The landlord is not liable under this chapter until supplied by the tenant in writing with a mailing address to which to deliver the notice and amount prescribed by this subsection. Unless otherwise agreed, the



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1	tenant is not entitled to apply a security deposit to rent.	
2	(b) If the landlord fails to comply with subsection (a), the tenant	
3	may recover all of the following:	
4	(1) Two (2) times the amount of the security deposit. due the	
5	tenant and	
6	(2) Reasonable attorney's fees.	
7	(c) This section does not preclude the landlord or tenant from	
8	recovering other damages to which either is entitled.	
9	(d) The owner of the dwelling unit at the time of the termination of	
10	the rental agreement is bound by this section.	
11	SECTION 2. IC 32-7-5-16 IS AMENDED TO READ AS	
12	FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 16. A landlord who	
13	fails to provide a written statement within forty-five (45) days of	
14	termination of the tenancy or the return of the appropriate security	
15	deposit is liable to the tenant in an for all of the following:	
16	(1) Two (2) times the amount equal to the part of the security	
17	deposit. withheld by the landlord, plus	
18	(2) Reasonable attorney's fees and court costs.	
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